LANSING

GRETCHEN WHITMER

PAUL C. AJEGBA

November 25, 2020

Local Agencies Cost Sharing in Maintenance of MDOT Traffic Signals

Subject: Changes in Traffic Signal Maintenance Billing

The Michigan Department of Transportation (MDOT) partners with local agencies to share in the cost of the maintenance for traffic signals on intersections of MDOT highways with local jurisdictional roads. Each of these relationships is documented with a cost agreement listing the financial responsibility of the Shared Responsibility Partner (SRP).

Most recently, local agencies were billed for their cost share after maintenance was performed at a participating traffic signal according to the terms of the cost agreement. Beginning with the MDOT FY2021 budget, MDOT has received additional MTF (Michigan Transportation Fund) funding intended to cover the local cost share of signal maintenance state-wide.

Effective October 1, 2020, local agencies will no longer be invoiced for their cost share associated with the maintenance of any MDOT owned traffic signals. Instead, MDOT will pay 100% of any maintenance work performed on October 1, 2020 and thereafter.

MDOT will pay the local cost share using MTF funds and will track the total local cost share statewide to enable future adjustments to this funding amount.

Please contact Douglas Adelman at 517-488-7413 or AdelmanD@michigan.gov with questions regarding these changes.

Sincerely,

Douglas Adelman, P.E Engineer Manager, Traffic Signal Operations

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